

Investment/Loan Program

P.A. 280 of 2000

Marina Dredging Loans

- Treasury invested in CD of FI for interest rate of 1 ½ %
- FIs loaned to marina at 6%
- Loans available for 3 years from effective date
- Maximum Loan Term of 7 years
- \$20 million authorized

Senate Bill 215 of 2013

Marina Dredging Loans

- Reestablish the Marina Dredging Loan Program of 2000
- Treasury invest in CD of FI for interest rate TBD
- FIs loan to marinas at interest rate TBD
- Loans available for 10 years from effective date
- Maximum Loan Term of 7 years
- \$30 million authorized

Loan Origination Fee Program

P.A. 193 of 2012

Agricultural Disaster Loan Origination Fee Program

- FIs lend and put their own funds at risk
- FIs loaned to agribusiness at 1% to cover their cost of funds
- Treasury to pay a fee of 5% of the original loan amount to assist with administrative costs
- \$15 million appropriation for origination fees to generate \$300 million in loans

Additional Option

Marina Dredging Loan Origination Fee Program

- FIs lend and put their own funds at risk
- FIs issue loans to marinas at an interest rate TBD
- State pays percentage of loan amount as loan origination fee (LOF) to assist with administrative costs
- State cost dependent on LOF rate, e.g., \$30 million in loans:
 - \$1.5 million appropriation with 5% LOF
 - \$1.8 million appropriation with 6% LOF